



plateau resources limited  
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m/017/001 \*  
m/017/017

November 24, 2003

State of Utah  
Department of Natural Resources  
Division of Oil and Gas and Mining  
1594 West North Temple, Suite 1210  
Salt Lake City, UT 84114-5801  
Attn: Mr. Tom Munson

Re: Tony M/Lucky Strike Mine, M/017/001 and Frank M Mine, MS170017, Site Inspection

Dear Mr. Munson:

On November 19, 2003, Wayne Hedberg, Tom Munson, Jim Butt and myself inspected the reclamation activities completed for the Tony M, Luck Strike and Frank M mine sites. The Lucky Strike and Frank M mine sites have completed all dirt reclamation, ripping and seeding. Plateau Resources Limited (PRL) requests that the reclamation bond for both the Frank M and Lucky Strike be reduced to only seeding should the vegetation not grow in the next 3 years. Attached is a copy of the tag from one of the seed mix sacks utilized in the Frank M and Lucky Strike seeding.

The Tony M mine site reclamation completed and inspected during the site visit consisted of the following: (also see attached 04/01/96 RECLAMATION ESTIMATE with notes)

<u>Activity</u>	<u>\$</u>	<u>Inspection</u>	<u>Amount for Release(\$)</u>
Demolish/disposal	51,595	Completed, 100%	51,595
Regrade ore stockpiles	4,462	Completed, 2/8 or 25%	1,115
Regrade waste dumps	4,791	Completed, 100%	4,791
Bulkhead portals	7,200	Completed, 100%	7,200
Backfill portals	1,800	Completed, 100%	1,800
Grade processing area	6,327	Completed, 100%	6,327
Remove trash	1,596	Completed, 90%	1,436
		Total	\$74,264

PRL requests that the reclamation bond, for the Tony M mine site, be reduced by the above amount including the appropriate reduction for supervision and contingency. Reclamation work is continuing at the site. Should you have any questions please contact me at (307) 856-9271.

Sincerely,  
Plateau Resources Ltd.

  
Fred Craft

Attachment (2)

cc: Jim Butt  
Buzz Rakow, BLM Hanksville Office  
File

RECEIVED  
NOV 28 2003  
DIV. OF OIL, GAS & MINING

TONY M MIX

	% PURE	DORM OR GERM + HARD	ORIGIN
40.52 SHADSCALE		28.00 + 0.00 -	TZ
19.56 FOURMING SALT BUSH		58.00 + 0.00 -	TZ
12.75 INDIAN RICEGRASS		89.00 + 0.00 -	TZ
12.60 ALKALI SACATON		90.00 + 0.00 -	TZ
6.30 CRESTED WHEATGRASS		90.00 + 0.00 -	WA
0.17 Other Crop			
7.97 Inert Matter			
0.13 Weed Seed			

NET WEIGHT: 50.00 LBS. BULK  
25.52 LBS. PLS

Date Tested: 05/16/2003  
Restricted Weed: None  
% Hard Seed: 0.00

SHIP TO: CARHART FEED & SEED  
DEAN  
3RD AND GUYERNE  
DOVE CREEK, CO 81324

CHINA - TONY M MIX

CHRYSOTHAMNUS NAUSEOSUS A W. STEM RUBBER RABBITBRUSH  
Kind: CHINA Lot No.: 29563  
Variety: VNS Origin: UT  
Pure Seed: 16.87% Germ + Hard: 51.00 + 0.00 TZ  
Other Crop: 0.17% Date Tested: 07/07/2003  
Inert: 82.96% Bulk Weight: 32.56  
Weed Seed: 0.00% PLS Weight: 2.80  
Restricted Weed: None

SHIP TO: CARHART FEED & SEED  
DEAN  
3RD AND GUYERNE  
DOVE CREEK, CO 81324

ATGA - TONY M MIX

ATRIPLEX GARDNERI GARDNER SALT BUSH  
Kind: ATGA Lot No.: 30504  
Variety: VNS Origin: MT  
Pure Seed: 98.18% Germ + Hard: 31.00 + 0.00 TZ  
Other Crop: 0.04% Date Tested: 08/11/2003  
Inert: 1.73% Bulk Weight: 32.85  
Weed Seed: 0.05% PLS Weight: 10.00  
Restricted Weed: None

SHIP TO: CARHART FEED & SEED  
DEAN  
3RD AND GUYERNE  
DOVE CREEK, CO 81324

# RECLAMATION ESTIMATE

Nuclear Fuel Services/Plateau Resources Limited

last revision

04/01/96

Tony M & Lucky Strike Mines

filename M17-01RL.WB2

page "ESTIMATE"

M/017/001

Garfield County

Prepared by Utah State Division of Oil, Gas & Mining

## Details of Final Reclamation - Tony M Mine Site

-This estimate reduces the total surety amount for those items reclaimed during 1995

-The main Tony M portals will be closed with a block closure & backfill

-This estimate includes specific estimates for boreholes 2,3,4,5 which were actually created

-Reclamation of the ore stockpiles was not included in the 1989 estimate

-Demolition of a large number of structures was not included in the 1989 estimate

-Portions of the Tony M north site (borrow area) have been reclaimed & released by BLM

-Breaching the dam to be non-impounding was not included in the 1989 estimate

-Estimated total disturbed area for the Tony M Mine site = 31.9

Activity	# Item	Quantity	Units	\$/unit	\$
TONY M MINE		(per item)			
Demolish/dispose of structures on site - SEE DEMOLITION SUMMARY					51,595
Regrade ore stockpiles to 3H:1V		6.7 acres		666	4,462
Regrade waste dumps - guesstimate		5.8 acres		826	4,791
Bulkhead installation in main portals	3	96 SF/bulkhe		25	7,200
Backfill main portals 25 ft against bulk	3	200 CY		3	1,800
Borehole caps & revegetation (see separate estimate page "boreholes")					4,443
Grade 1/2 processing area for uniformity		9.5 acres		666	6,327
Rip compacted areas - 1/2 processing area		9.5 acres		406	3,857
Breach dam to be non impounding		1.0 acres		666	666
Remove trash & cleanup		31.9 acres		50	1,596
Seed disturbed areas		31.9 acres		250	7,982
Mulch disturbed areas		31.9 acres		100	3,193
Mobilization		4 equip		1,000	4,000
Subtotal					101,912
Add 5% supervision					5,096
Subtotal					107,008
Add 10% contingency					10,701
Subtotal in 1996 -\$					117,708
Add 5 yr escalation at 2.58%					15,988
Total 2001-\$					133,697

TONY M MINE SITE

Rounded Total in 2001-\$

\$133,700

Average cost per acre =

\$4,188

11/19/03  
Inspection

Done

2 of 8 done

Done

Done

Done

Done

90% done

# RECLAMATION ESTIMATE

Nuclear Fuel Services/Plateau Resources Limited

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04/01/96

Tony M & Lucky Strike Mines

filename M17-01RL.WB2

page "ESTIMATE"

M/017/001

Garfield County

Prepared by Utah State Division of Oil, Gas & Mining

## Details of Final Reclamation - Lucky Strike Mine Site

- This estimate is based on the November 10, 1989 DOGM estimate
- This estimate revises the unit costs & details of final reclamation
- The main north & south portals will be backfilled instead of bulkhead+backfill
- The Lucky Strike site is on BLM lands but operations were pre-BLM regulations
- The shallow Lucky Strike mine workings & north & south waste dumps will not be reclaimed

-Estimated total disturbed area for the Lucky Strike Mine site = 1.4 acres

Activity	# items	Quantity (per item)	Units	\$/unit	\$
<b>LUCKY STRIKE MINE</b>					
Backfill main portals 25 ft-N & S	6	175 CY		3	3,150
Grade access roads-north & south	2	0.2 acres		666	266
Grade portal pads-north & south	2	0.5 acres		666	666
Rip compacted areas	2	0.5 acres		471	471
Remove trash & debris	2	0.7 acres		100	140
Seed disturbed areas	2	0.7 acres		250	350
Mulch disturbed areas	2	0.7 acres		100	140
Mobilization		1 equip		1,000	1,000
		Subtotal			6,183
		Add 5% supervision			309
		Subtotal			6,493
		Add 10% contingency			649
		Subtotal in 1996-\$			7,142
		Add 5 yr escalation at 2.58%			970
		Total 2001-\$			8,112
<b>LUCKY STRIKE MINE SITE</b>					
Rounded Total in 2001-\$					<b>\$8,100</b>
Average cost per acre =		\$5,786			

11/19/03  
Inspection

Done



**TOTAL AMOUNT OF RECLAMATION SURETY FOR M/017/001 (yr 2001-\$) \$141,800**

NOTE: page order in this estimate is: estimate, basis, areas, demo, boreholes